

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**HB 1792 - SB 1586**

March 14, 2011

**SUMMARY OF BILL:** Requires comprehensive energy audits of state-owned facilities and commercial buildings. Requires all audit results be posted in all state buildings and state-owned facilities on or after October 1, 2011.

**ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures – \$10,000,000/FY12-13  
\$15,000,000/FY13-14**

**Assumptions:**

- According to the Department of Finance and Administration, there are approximately 100,000,000 square feet owned by the state that would be subject to energy audits.
- According to the Division of Real Property Administration, energy audits are estimated to cost between \$0.15 and \$1.25 per square foot. The Division estimates a cost of \$0.25 per square foot for a total of \$25,000,000 (100,000,000 x \$0.25).
- Audits on state buildings will be performed in FY12-13 and FY13-14.
- The cost of conducting energy audits on commercial buildings will be borne solely by the building owners.
- Confirmation of compliance with the provisions of this bill for commercial buildings will be made during routine building inspections. Any increase in local government expenditures will be not significant.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink, reading "James W. White".

James W. White, Executive Director

/jaw

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